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**ANGLO  
AMERICAN  
NICKEL  
MINING**

CORPORATION  
LIMITED

**FIRST**

*Annual  
Report*





# ANGLO AMERICAN NICKEL MINING CORPORATION LIMITED

**OFFICERS:** JOHN W. KENTISH, President and General Manager  
JOHN H. KENTISH, Vice-President  
TERRENCE J. DONNELLY, Secretary

**DIRECTORS:** GEORGES H. DUMONT, P.Eng. - - - - - Val d'Or, Quebec  
TERRENCE J. DONNELLY, L.L.B. - - - - - Toronto, Ontario  
GEORGE N. GOAD - - - - - Toronto, Ontario  
JOHN W. KENTISH, L.L.B. - - - - - Toronto, Ontario  
JOHN H. KENTISH - - - - - Malartic, Quebec

**REGISTRAR and** CANADA PERMANENT TRUST COMPANY  
**TRANSFER AGENT** Toronto, Ontario

**HEAD OFFICE** 1130 Bay Street, Toronto, Ontario

**ANNUAL MEETING** 10 a.m., July 26, 1966  
5th Floor — 1130 Bay Street, Toronto

## REPORT TO THE SHAREHOLDERS:

Your directors are pleased to send you this report, carrying balance sheet and expense statement for 1965, and a review of your company's exploration plans for 1966. It is a year when demand and prices for most metals remain strong throughout world markets, providing an effective spur to Canadian mineral search activity from Gaspe to the Yukon.

Although incorporated just over a year ago, Anglo American Nickel has assembled a total of 14 separate, valuable properties located in two of the country's leading mining camps.

Northwestern Quebec is where your company's major efforts are to be concentrated this season. Programs now planned — with some already under way — will involve an initial budget of \$100,000-\$150,000.

Seven properties are owned or optioned within a few-mile radius of each other. Five of these are adjacent to properties of two producing mines in Quebec's Preissac township.

These properties are: an eight-claim property adjoining, on the southwest, the Falconbridge-Marchant producing nickel mine, the Marbridge mine; a 12-claim group adjoining the Falconbridge holdings on the south; six claims adjoining the Falconbridge-Marbridge property on the east; two groups, totalling 22 claims, adjoining Anglo American Molybdenite Mining Corp.'s producing molybdenum-bismuth mine; four claims lying two miles north of the producing Preissac Molybdenite Mines Limited mine, also eight claims adjoining this four-claim group on the north.

Your company is undertaking search efforts this season on all these Preissac township holdings, starting with ground geophysical surveys over each claim group.

Regarding the 12-claim group adjoining the Falconbridge holdings, diamond drilling will commence as soon as electromagnetic checks have been completed. In the consultant's report on this property, he notes:

"In the extreme northwest corner of the property, and located on the assumed contact between peridotite and granodiorite, a very pronounced anomaly of short strike



J. W. KENTISH, President

length exists. The peaks of the anomalous zone has an intensity of 3400 gammas above normal background.

"The Marbridge nickel mine, located 1½ miles due north of the anomaly, occurs on a similar geological contact and has a strike length of approximately 200 feet.

"With respect to proximity, similar geological conditions and intensity, this anomaly must be considered a prime drill target. Detail magnetometer readings and electromagnetic check surveying should be performed over the zone in order to pinpoint the initial drill hole."

Outside Preissac township, Anglo American Nickel holds or has under option seven other properties — prospects in both base and precious metals.

In the Matagami district a four-claim property is held, 1½ miles south of New Hosco Mines Limited. A magnetometer survey is scheduled for this copper-zinc prospect.

In the Abitibi district, 25 claims are held under option. Preliminary surface surveys will also be carried out on this Desjardins township property which is a low grade gold prospect.

A 50-claim property, the Bourcier-Ralleau group, is held in the Abitibi East district. Your management believes this to be an excellent copper prospect. Here are excerpts from the report of the company's consulting geologist on this property:

"The reconnaissance magnetometer survey completed this past spring on the Bourcier-Ralleau group, has indicated a surprising number of anomalies. While for the most part they probably are representative of basic dykes, some may represent sulphide zones. Much more detailed geophysical work will be required in order to properly ascertain their significance. It is recom-



mended that detail lines be cut on 200 foot line intervals in the vicinity of the anomalies indicating possible sulphide deposition. Further magnetometer readings should be made over these lines.

"An electromagnetic check survey should accompany the more detailed magnetometer work. Where EM coincidence with magnetic anomalies occur, diamond drilling should be undertaken to investigate these zones of potential sulphides."

The electromagnetic survey is nearly completed on this property and your management has called for bids for an extensive diamond drilling program.

In the Ville Marie area, Temiskaming district of northwestern Quebec, a 10-claim group has been optioned. Stripping and trenching has already been carried out. This work has exposed two areas showing sulphide mineralization consisting of molybdenite and chalcopyrite. Follow-up work on these molybdenum and copper shows will include a minimum of 3,000 feet of diamond drilling. Drilling is now under way.

In the Bourlamaque-Louvicourt area, a six-claim property is held, approximately 45 miles due east of Val d'Or. This property is located on a wide belt favorable to gold deposition. It is planned to do line-cutting and geophysical surveying on the ground this season.

A copper-zinc prospect, on a nine-claim group, is held in the Abitibi East district about one-third of a mile west of the Val d'Or-Barraute highway in Fiedmont township. A preliminary program of geophysics, to outline potential drilling targets, has been recommended by our consultant.

In Villebon township (Abitibi East), mineral rights are held on 28 claims covering a gold prospect which was actively explored in the mid 1940's. Prior to further exploration, it is intended to have results of the earlier work evaluated. This property is six miles from Chimo Gold Mines, northwestern Quebec's newest gold producer.

Outside Quebec, the company is considering another mineral prospect, in British Columbia, and has in recent weeks, been brought several other property situations for study.

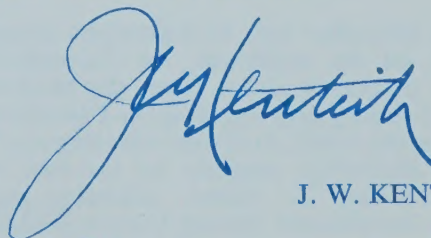
Your company is in sound financial condition to conduct its programs, having obtained a firm, \$210,000 underwriting. In addition, it is fortunate to have on its board of directors men who are experienced and successful in mining exploration, development and production.

Among the directors — T. J. Donnelly, LL.B., G. H. Dumont, P.Eng., G. N. Goad, J. H. Kentish and J. W. Kentish, LL.B. — Mr. Dumont is a consulting mining engineer who brings to Anglo American Nickel a recognized reputation as a mine finder and mine maker; Mr. J. H. Kentish is president and general manager of Anglo American Molybdenite Mining Corp., general manager of Dumont Nickel Corporation and an officer and director of other mining and commercial companies.

The company's consulting geologist is Mr. John A. Honsberger, a professional engineer with a wide experience in Canada's mineral industry.

Your management believes that Anglo American Nickel has a promising future, based on its strong and viable combination of financial resources, mineral properties and directing personnel.

On behalf of the Board,



J. W. KENTISH,

President.

Toronto, Ont.

July 8, 1966.



# ANGLO AMERICAN NICKEL MINING CORPORATION LIMITED

## BALANCE SHEET — DECEMBER 31, 1965

### ASSETS

Cash .....		\$	5
Mining claims (Note 2), acquired by —			
Issue of 500,000 shares of capital stock at a valuation determined by the directors of 20¢ per share .....	\$ 100,000		
Cash payable .....	2,000		102,000
Payments made under options to purchase mining claims (Note 3) .....			9,000
Exploration and development expenditures deferred (Schedule 1) .....			23,299
Organization and preliminary expenses (estimated) .....			7,000
			<u>\$ 141,304</u>

### LIABILITIES

Accounts payable .....	\$ 34,299		
Accounts payable — organization and preliminary expenses (estimated) .....	7,000	\$	41,299
Capital stock —			
Authorized, 10,000,000 shares, par value \$1 each			
Issued and fully paid —			
	Par Value	Discount	Net
For cash — 5 shares .....	\$ 5	\$ —	\$ 5
For mining claims — 500,000 shares .....	500,000	400,000	100,000
	<u>\$ 500,005</u>	<u>\$ 400,000</u>	<u>\$ 100,005</u>
			100,005
			<u>\$ 141,304</u>

Approved on behalf of the Board:

JOHN W. KENTISH, Director.

TERRENCE J. DONNELLY, Director.

The accompanying notes form an integral part of this balance sheet and should be read in conjunction therewith.

### AUDITORS' REPORT

To the Directors,  
Anglo American Nickel Mining Corporation Limited:

We have examined the balance sheet of ANGLO AMERICAN NICKEL MINING CORPORATION LIMITED (an Ontario corporation) as of December 31, 1965, and the related statement of exploration and development expenditures deferred from January 6, 1965 (date of incorporation) to December 31, 1965. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying balance sheet and statement of exploration and development expenditures deferred present fairly the financial position of Anglo American Nickel Mining Corporation Limited as of December 31, 1965, and the results of its operations for the period then ended in conformity with generally accepted accounting principles.

Toronto, Ontario,  
February 22, 1966.

ARTHUR ANDERSEN & CO.,  
Chartered Accountants.



# ANGLO AMERICAN NICKEL MINING CORPORATION LIMITED

## STATEMENT OF EXPLORATION AND DEVELOPMENT EXPENDITURES DEFERRED

From January 6, 1965 (Date of Incorporation) to December 31, 1965

Digging, drilling and magnetometer surveys .....	\$ 15,959
License fees .....	3,884
Engineering fees .....	2,541
Stenographic wages .....	615
Travelling expenses .....	300
	<hr/>
	\$ 23,299

## NOTES TO BALANCE SHEET — DECEMBER 31, 1965

### 1. AGREEMENT TO PURCHASE CAPITAL STOCK

Pursuant to an agreement dated February 19, 1966, subject to qualification by the Ontario Securities Commission, Jones, Gable & Company Limited, acting on behalf of its client, Kentish Corporation Limited, agreed to purchase 500,000 shares in the capital stock of the Company as follows:

400,000 shares at 15¢ per share and 100,000 shares at 20¢ per share, payable forthwith after the date of qualification;

and further agreed to purchase on behalf of its client an additional 500,000 shares as follows:

100,000 shares at 20¢ per share, 200,000 shares at 25¢ per share and 200,000 shares at 30¢ per share, payable within 30 days from the date of qualification.

### 2. MINING CLAIMS ACQUIRED

The Company has acquired mining properties totalling 83 mining claims situate in northwestern Quebec, in the Townships of Preissac (36), Villebon (28), Haig (6), Fiedmont (9), and Daniel (4).

### 3. OPTIONS TO PURCHASE MINING CLAIMS

- 1) For no initial consideration, the Company has acquired under a working option which expires April 29th, 1967, the right to purchase fully 25 mining claims situate in the Township of Desjardins, northwestern Quebec, for the consideration of 90,000 vendors' shares and 10,000 free shares in the capital stock of the Company.
- 2) For \$2,000 initial consideration, the Company has acquired under a working option which expires January 16th, 1967, the right to purchase fully 50 mining claims situate in the Township of Ralleau, northwestern Quebec, for the further consideration of 100,000 vendors' shares in the capital stock of the Company.
- 3) For no initial consideration, the Company has acquired under a working option which expires February 28th, 1967, the right to acquire fully 4 mining claims situate in the Township of Preissac, northwestern Quebec, for the consideration of \$2,500 and 100,000 vendors' shares in the capital stock of the Company.
- 4) For the initial consideration of \$2,000, the Company has acquired under a working option which expires December 31st, 1966, the right to acquire fully 6 mining claims situate in the Township of Lamotte, northwestern Quebec, for the further consideration of \$12,000 and 100,000 vendors' shares in the capital stock of the Company.
- 5) For the initial consideration of \$1,000, the Company has acquired under a working option which expires September 30th, 1966, the right to acquire fully 12 mining claims situate in the Township of Lamotte, northwestern Quebec, for the further consideration of \$4,000, 90,000 vendors' shares and 10,000 free shares in the capital stock of the Company.
- 6) For the initial consideration of \$500, the Company has acquired under a working option which expires November 30th, 1966, the right to acquire fully 8 mining claims situate in the Townships of Lamotte and Preissac, northwestern Quebec, for the further consideration of 100,000 vendors' shares in the capital stock of the Company.
- 7) For the initial consideration of \$3,500, the Company has acquired under a working option which expires June 1st, 1966, the right to acquire fully 10 mining claims situate in the Townships of Baby, Guigues and Duhamel, Temiscamingue County, Province of Quebec, for the further consideration of \$13,000 and 150,000 vendors' shares in the capital stock of the Company.



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1130 BAY STREET, TORONTO, CANADA



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